

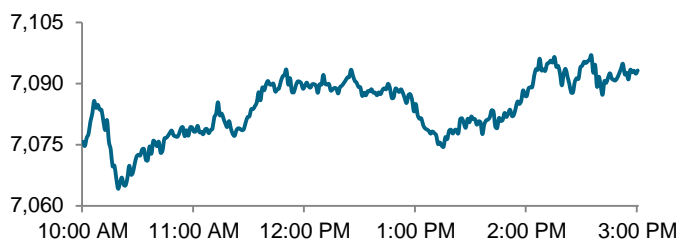
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



DECEMBER 18, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,093	0.2	0.2	-1.6	16.7
Saudi (NOMU)	3,072	0.4	0.4	NA	NA
Energy	4,134	0.9	0.9	-16.9	14.6
Materials	4,921	0.7	0.7	-1.2	20.2
Capital Goods	4,300	0.3	0.3	-13.8	14.6
Com. & Prof. Svc	4,044	0.8	0.8	-19.8	18.4
Transportation	3,939	1.6	1.6	-22.7	15.2
Cons. Durables & Apparel	4,128	1.2	1.2	-11.1	NA
Consumer Services	3,612	-0.6	-0.6	-25.3	11.7
Media	7,638	-0.4	-0.4	49.2	NA
Retailing	5,556	0.3	0.3	13.2	18.2
Food & Staples Retailing	5,500	0.4	0.4	8.8	24.4
Food & Beverages	5,032	0.8	0.8	2.7	43.7
Health Care Equipment	4,420	0.3	0.3	-11.9	23.8
Pharma, Biotech & Life Science	3,905	0.7	0.7	-27.5	9.7
Banks	5,352	0.2	0.2	5.3	11.0
Diversified Financials	3,883	0.6	0.6	-22.1	NA
Insurance	4,683	0.3	0.3	-4.7	16.6
Telecommunication	4,219	0.1	0.1	-15.7	14.1
Utilities	4,749	0.8	0.8	-2.3	9.3
REITs	4,549	0.0	0.0	-9.0	NA
Real Estate	4,625	-1.4	-1.4	-7.8	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Yanbu Cement Co.	29.10	9.9%	28.0
Al Gassim Investment Holding Co.	13.08	8.6%	74.3
Abdullah A. M. Al-Khodari Sons Co.	9.89	7.3%	77.3
City Cement Co.	11.36	6.1%	25.4
Saudi Cable Co.	42.64	5.7%	19.1

Source: Tadawul

Upcoming General Assembly Meetings

Company	Proposed Date
Makkah Construction and Development Co.	18-Dec-17
Saudi Cable Co.	18-Dec-17
Saudi International Petrochemical Co.	19-Dec-17
Jazan Development Co.	19-Dec-17
Anaam International Holding Group	19-Dec-17
Takween Advanced Industries Co.	19-Dec-17

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 18, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI gained 0.2% to close at 7,093 on Sunday. The NOMU ended 0.4% higher at 3,072. TASI traded value totaled SAR 3.5bn and averaged SAR 3.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 48.9% of the daily traded value.
- Banks and Materials ended 0.2% and 0.7% higher respectively. Telecom closed 0.1% higher. Transportation (up 1.6%) was the best performer. Among stocks, Yanbu Cement Co. (3060/YNCCO AB), Al Gassim Investment Holding Co. (6020/GACO AB), and Abdullah A. M. Al-Khodari Sons Co. (1330/ALKHODAR AB) led gainers.
- Saudi Arabia's long-term foreign and local currency ratings have been affirmed at "A+" and short-term foreign and local currency ratings have been affirmed at "A1" by the Capital Intelligence Ratings. (Source: Mubasher)
- The Ministry of Finance stated on its Twitter account it would impose a monthly expat levy between SAR 300 and SAR 400 for each foreign worker starting 2018 on private sector companies where expats outnumber Saudis. The levy would be increased to SAR 600 from 2019 and SAR 800 from 2020. (Source: Argam)
- According to the US Treasury Department, Saudi Arabia increased its holdings of US Treasury bonds by 50.2% Y/Y to USD 145bn (SAR 545bn) in October from USD 96.7bn (SAR 363bn). However, the holdings increased by 6.2% M/M from USD 137bn (SAR 513bn). (Source: Mubasher)
- The General Authority of Zakat and Tax announced the 5% value added tax will be levied on local real estate sector, and exempted the residential renting or licensing from the new tax. (Source: Mubasher)
- Tadawul revealed the qualified foreign investors were net buyers of SAR 19.6mn (USD 5.2mn) worth of stocks in the week ending December 14. (Source: Argam)
- According to Saudi Arabian Mining Co.'s (1211/MAADEN AB) statement to Tadawul, subsidiary Maaden Aluminium signed financing agreements worth SAR 6.7bn (USD 1.8bn) with 14 commercial banks and financial institutions to replace outstanding loans with alternative funding. (Source: Mubasher)
- The BoD of Saudi Chemical Co. (2230/SCCO AB) recommended cash dividend of SAR 1.0 per share for 3Q17. This implies a full-year yield of 6.0%. (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Enaya Cooperative Insurance Co.	18.36	-9.9%	35.2
Makkah Construction & Development Co.	74.60	-4.4%	84.4
Amana Cooperative Insurance Co.	21.44	-3.5%	14.0
Dar Alarkan Real Estate Development Co.	13.20	-3.4%	600.5
Anaam International Holding Group Co.	16.01	-3.3%	49.6

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	13.20	-3.4%	600
Alinma Bank	18.52	0.0%	426
Saudi Kayan Petrochemical Co.	10.70	-0.3%	276
Saudi Basic Industries Corp.	101.30	0.4%	270
Al Rajhi Bank	64.12	0.2%	141

Source: Tadawul

Disclaimer:

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,366	0.3	0.3	-4.7	21.3
Abu Dhabi (ADX)	4,349	0.2	0.2	-4.3	15.6
Kuwait (KSE)	6,356	0.4	0.4	10.6	15.3
Qatar (QE)	8,212	0.1	5.6	-21.3	13.3
Oman (MSM)	5,076	0.3	0.3	-12.2	12.2
Bahrain (BSE)	1,266	0.1	-0.1	3.7	7.5
DJMENA Index	514	0.0	0.9	-1.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,676	0.9	0.9	19.5	22.5
US (NASDAQ 100)	6,937	1.2	1.4	28.9	24.0
UK (FTSE 100)	7,491	0.6	1.3	4.9	22.2
Germany (DAX)	13,104	0.3	-0.4	14.4	19.2
France (CAC 40)	5,349	-0.1	-0.9	10.0	18.4
Russia (MICEX)	2,144	-0.4	1.9	-2.8	7.2
Japan (Nikkei)	22,553	-0.6	-1.1	17.8	19.3
Hong Kong (HSI)	28,848	-1.1	0.7	31.1	13.4
South Korea (KOSPI)	2,482	0.5	0.7	22.5	10.4
China (SHCOMP)	3,266	-0.8	-0.7	5.2	16.5
India (NIFTY)	10,333	0.8	0.7	26.2	23.4
Brazil (IBOV)	72,608	0.2	-0.2	20.6	18.1
Turkey (BIST 100)	1,09,330	-0.3	1.3	39.9	9.5
Egypt (EGX30)	14,717	0.3	0.3	19.2	9.3
MSCI Emerging Markets	1,119	-0.2	0.7	29.7	15.4
MSCI World	2,086	0.4	0.6	19.1	21.4

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	63.2	-0.1	-0.3	11.3	17.3
Natural Gas (\$/mmbtu)	2.6	-2.7	-5.8	-30.9	-28.6
Gold (\$/oz)	1,255	0.2	0.6	9.0	9.8
Silver (\$/oz)	16.1	1.1	1.3	1.0	-4.5
Platinum (\$/oz)	895	1.4	0.7	-1.0	-3.3
Copper (\$/t)	6,855	1.4	4.9	24.1	19.9
Zinc (\$/t)	3,205	0.5	3.7	25.3	14.8
Lead (\$/mt)	2,511	1.5	3.4	26.5	7.2
Wheat (\$/bu)	418	0.0	-0.2	-12.5	-13.0
Corn (\$/bu)	348	-0.3	-1.5	-10.7	-12.9
Sugar (\$/lb)	13.7	-0.8	-2.8	-26.5	-23.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.60	0.00	0.60	0.00
Saudi Arabia	1.90	0.00	-0.14	0.30
UAE	1.72	0.00	0.25	0.12
Kuwait	1.75	0.00	0.31	0.15
Qatar	2.59	0.04	0.81	0.99
Bahrain	2.73	0.00	0.63	1.12

Source: Reuters

NOTES: (1) Prices updated as of December 18, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is down by 0.1% while Japan is up by 1.5%. South Korea and Hong Kong are trading 0.1% and 0.5% higher respectively. India is up by 0.4% in morning trade.
- GCC markets ended in green on Sunday. Dubai and Abu Dhabi gained 0.3% and 0.2% respectively. Kuwait ended 0.4% higher while Qatar was closed for trading. Oman closed 0.3% higher while Bahrain was closed for trading.
- The International Monetary Fund (IMF) expects Gulf Cooperation Council's non-oil growth to rise to 2.6% this year from 1.8% in 2016, due to the slowing pace of fiscal consolidation and improving liquidity conditions. The IMF also stated the non-oil real GDP growth rate in Saudi Arabia registered modest recovery during 1Q17. (Source: Argaam)
- According to the Statistical Centre for GCC states, the GCC countries posted a 1.3% Y/Y growth in inflation based on consumer price index in October 2017. The highest rise in prices was recorded for tobacco at 80.5%, miscellaneous 3.7%, education 3.0%, and transport 2.0%. (Source: Gulf Base)
- News agency WAM reported the Ruler of Sharjah approved a budget of AED 22.1bn (USD 6bn) for fiscal year 2018. The total value of the general budget is 6% more compared to the Emirate's 2017 budget. (Source: Mubasher)
- The Dubai Financial Market (DFM) launched regulated short selling (RSS) service after completing all regulatory, technical, and procedural preparations. RSS service would enable investors to short securities listed on DFM through selling borrowed shares with a commitment to return to the lender based on the mutually signed agreement. (Source: Mubasher)
- Oman's Ministry of Commerce and Industry revealed the country achieved trade surplus of OMR 1.2bn (USD 3.1bn) by the end of 2016. The country's exports stood at OMR 10.1bn (USD 26.3bn), while imports stood at OMR 8.9bn (USD 23.1bn). (Source: Gulf Base)
- Moody's Investors Service affirmed Sharjah's long-term issuer rating at "A3" with a "Stable" outlook due to its resilient and diversified economy and the introduction of revenue-raising measures such as value added tax in 2018. (Source: Gulf Base)
- Kuwait's Capital Markets Authority is seeking advisers to help it sell a stake in Boursa Kuwait, the GCC's best performing market in 2017. (Source: Gulf Base)
- Sweden-based Saab Group (SAABB SS) announced the launch of its development and production center in Abu Dhabi at Tawazun Industrial Park (TIP), the hub for strategic defense and aerospace manufacturing. The new unit would serve as a center for development and production of a variety of defense and security products with an initial focus on sensor systems. (Source: Gulf Base)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 15 (prior: -5.1mn barrels) will be announced on December 20. (Source: Econoday)
- US jobless claims for the week ended December 16 (prior: 225K; consensus: 234K) will be announced on December 21. (Source: Econoday)
- Change in US Real GDP for 3Q17 (prior: 3.3% Q/Q) will be announced on December 21. (Source: Econoday)

Coming Up

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